L/PM - Dalton ok PM/CPA - Greer ok NSC - Nilsson info PM/DTCL - KMaloney T - Katsapis info PM/DTC - RSKovac H - Faulkner info

Dear Madam Speaker:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable

Nancy Pelosi,

Speaker of the House of Representatives

DEPARTMENT OF STATE TRANSMITTAL NO. DDTC 135-08 CERTIFICATION OF PROPOSED ISSUANCE OF AN EXPORT APPROVAL PURSUANT TO SECTION 36(c) OF THE ARMS EXPORT CONTROL ACT

- (1) <u>Foreign Country to Which Transfer Will Be Made</u>: Spain
- (2) <u>Dollar Value of the Proposed Transfer:</u>

(a) Current Notification Value: \$181,300,000

(b) Total Value: Initial Notification

(3) Description of the Transaction:

- (a) Current Notification Scope: Space Systems Loral proposes an agreement with HISPASAT of Spain to transfer defense articles, including technical data, and defense services necessary for the production of HISPASAT 1E Commercial Communication Satellite. The HISPASAT 1E satellite will provide 7 frequency channels at the Ku-band for digital television and radio services to Europe/North Africa, Southern USA, Latin America and South America. The agreement will include the satellite, dynamic satellite simulator and launch vehicle. The launch vehicle will be down selected from Sea Launch, ILS Proton, Ariane-5 and Atlas 5 and will be separately notified as required. Launch is scheduled in 4th quarter of CY 2010.
- (b) Total Scope: Initial Notification
- (4) Offset Arrangement: Both direct and indirect offsets are involved in the contract between Space Systems Loral and HISPASAT. Direct offsets of 12.7% of the contact value are required. Also, the sum of the direct and indirect offset must equal 100% of the contract value.
- (5) Authorized Sales Territory: N/A

NOTE: This report, although unclassified, is derived from information submitted to the Department of State by the applicant which is subject to the confidentiality requirements of section 38(e) of the Arms Export Control Act. Disclosure of an applicant's prices and customers could result in competitive injury.

Dear Madam Speaker:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable

Nancy Pelosi,

Speaker of the House of Representatives.

Dear Mr. Chairman:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable

Joseph R. Biden, Jr. Chairman,
Committee on Foreign Relations,
United States Senate.

Dear Senator Lugar:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable

Richard G. Lugar,
Committee on Foreign Relations,
United States Senate.

Dear Ms. Ros-Lehtinen:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable

Ileana Ros-Lehtinen, Committee on Foreign Affairs, House of Representatives.

Dear Mr. Chairman:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable

Howard L. Berman, Chairman, Committee on Foreign Affairs, House of Representatives.

Dear Mr. President:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed export of defense services and defense articles in the amount of \$100,000,000 or more.

The transaction described in the attached certification involves the transfer of defense articles, including technical data, and defense services to Spain for the design, manufacture and delivery of the HISPASAT 1E Commercial Communication Satellite.

The United States Government is prepared to license the transfer of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Matthew A. Reynolds Assistant Secretary Legislative Affairs

Enclosure:

Transmittal No. DDTC 135-08

The Honorable
Richard B. Cheney,
President of the Senate.